

Application No. 10/137,646
Amendment dated December 8, 2003
Reply to Office Action Mailed on July 6, 2003

Amendments to the Specification:

Please amend the Abstract on page 76 as follows:

a! A business process and computer system known as the "Target Pricing System" (TPS) that generates an optimum bid or value for a competitively bid good or service. The system is resident on one or more host processors in connection with one or more data stores, and includes a product model that **[[prices]]** defines list values for the bid using stored price data and costs the values using stored cost data, a competitor net price model that calculates an equivalent competitor net price for the value, and **[[and]]**

a market response model that calculates the probability of winning with the value as a function of price. The system further preferably includes **[[.]]**

an optimization model that computes the target price of an optimal value that maximizes expected contribution for the bid or value. The system alternately further includes a benefits model for calculating the benefits of using target pricing over a pre-existing approach, and strategic objects which each affect the target price.
